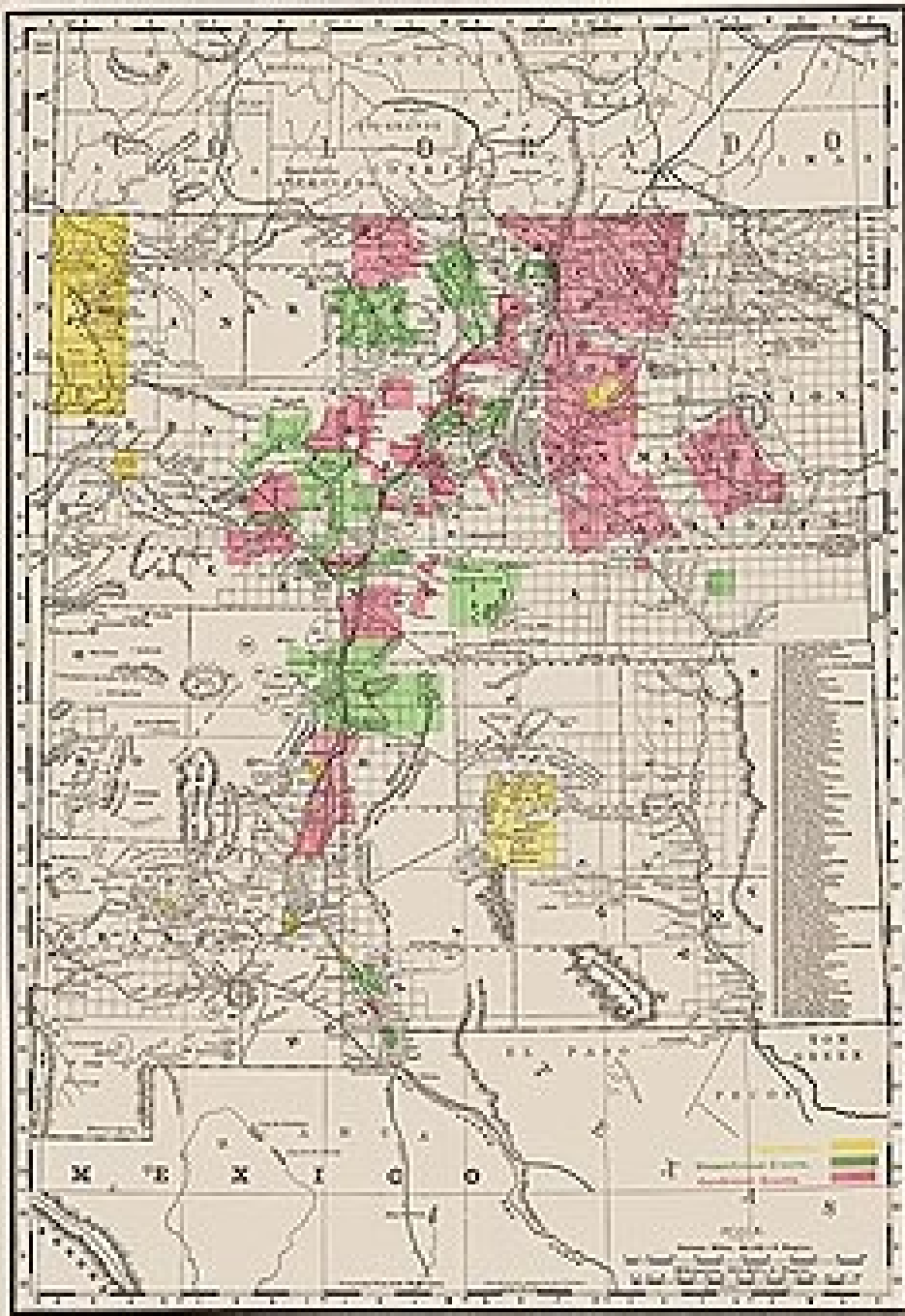




Presentation for Interim Land Grant Committee

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Overview

- House Bill 2: Changes Over the Years
- Government Results and Opportunity fund:
 - Member vs. Statewide Projects
 - Funding Mechanism
 - Review Process
- Budgeting Process and Timeline

House Bill 2: The General Appropriations Act

Non-recurring revenue, or one time money, has become a larger proportion of how we budget in the state.

Multi-year appropriations, rather than trust funds, have become more common.

This year, House Bill 2 grew recurring funding by just \$300 million, but appropriated over \$2 billion in non recurring general fund.

1 AN ACT
2 MAKING GENERAL APPROPRIATIONS AND AUTHORIZING EXPENDITURES BY STATE AGENCIES REQUIRED BY LAW.
3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:
4 Section 1. SHORT TITLE.--This act may be cited as the "General Appropriation Act of 2024".
5 Section 2. DEFINITIONS.--As used in the General Appropriation Act of 2024:
6 A. "agency" means an office, department, agency, institution, board, bureau, commission,
7 court, district attorney, council or committee of state government;
8 B. "efficiency" means the measure of the degree to which services are efficient and
9 productive and is often expressed in terms of dollars or time per unit of output;
10 C. "explanatory" means information that can help users to understand reported performance
11 measures and to evaluate the significance of underlying factors that may have affected the reported
12 information;
13 D. "federal funds" means any payments by the United States government to state government or
14 agencies except those payments made in accordance with the federal Mineral Leasing Act;
15 E. "full-time equivalent" means one or more authorized positions that alone or together
16 receives or receive compensation for not more than two thousand eighty-eight hours worked in fiscal year
17 2025. The calculation of hours worked includes compensated absences but does not include overtime,
18 compensatory time or sick leave paid pursuant to Section 10-7-10 NMSA 1978;
19 F. "general fund" means that fund created by Section 6-4-2 NMSA 1978 and includes federal
20 Mineral Leasing Act receipts and those payments made in accordance with the federal block grant and the
21 federal Workforce Investment Act but excludes the general fund operating reserve, the appropriation
22 contingency fund, the tax stabilization reserve and any other fund, reserve or account from which
23 general appropriations are restricted by law;
24 G. "interagency transfers" means revenue, other than internal service funds, legally
25 transferred from one agency to another;

Government Results and Opportunity Fund



- House Bill 196 of the 2024 Legislative Session Created the Government Results and Opportunity (GRO) *Expendable* Trust Fund.
- Started with \$512 million, now a balance of around \$670 million
- Member GRO (similar to what we used to call “junior”) was allocated from this expendable trust
- However, the trust’s initial purpose was to pilot new government initiatives before fully integrating them into the recurring budget
- Statewide GRO Projects: A middle ground between spending and saving, recurring and nonrecurring

Government Results and Opportunity Fund: Greater Transparency

CYFD Example: Normal Recurring Budget Allocation

9	(2) Protective services:					
10	The purpose of the protective services program is to receive and investigate referrals of child abuse					
11	and neglect and provide family preservation and treatment and legal services to vulnerable children and					
12	their families to ensure their safety and well-being.					
13	Appropriations:					
14	(a) Personal services and					
15	employee benefits	49,483.6	132.0	7,786.6	35,074.9	92,477.1
16	(b) Contractual services	30,336.4	81.0	4,773.7	21,503.0	56,694.1
17	(c) Other	42,118.6	112.4	6,627.7	29,854.4	78,713.1

CYFD Example: GRO Appropriation

6	(7) CHILDREN, YOUTH AND			
7	FAMILIES DEPARTMENT	562.5		562.5
8	To implement and evaluate outcomes of a pilot program to incentivize attainment of masters-level social			
9	work licensure to develop and retain caseworkers in the child protective services program. The children,			
10	youth and families department shall report quarterly on the number of caseworkers with a masters-level			
11	social work license in a child protective services caseworker position and of masters-level social			
12	workers retained more than twelve months in protective services caseworker roles.			

Budgeting Process: Where are we now?

- New Fiscal Year just started
- Agency Budget Requests are due September 1st
- The First GRO project evaluations from 2024 are being held now
- September-December LFC will start hearing agency budget requests, including new GRO proposals
- Late December/Early January LFC will finalize starting point for budget



QUESTIONS AND
DISCUSSION

Thank you!